

# Income Tax - Current Year

D3

John and Jane Smith 2025

<b>INCOME:</b>	<u>Gross</u>	<u>Taxable</u>	
Salaries and wages			G22,23
Interest & Ordinary Dividends	10,000	10,000	H1...H4
Qualified Dividends*	6,000	6,000	H2
Schedule D (Capital Gains)	12,000	12,000	H1...H4
Social Security	48,084	40,871	B10
Pension	23,184	23,184	G9
IRA Distributions	130,405	130,405	
<b>GROSS INCOME</b>		<b>\$222,460</b>	
<b>Adjustments:</b>			
Charitable donations		(\$600)	
<b>ADJUSTED GROSS INCOME</b>		<b>\$221,860</b>	
<b>Itemized Deductions:</b>	<u>Gross</u>	<u>Allowed</u>	
Mortgage interest	\$5,596	\$5,596	K1
Charitable Contributions	2,000	1,400	G20
Medical expenses	18,000	1,360	G20
State, Property, and Other Tax	20,391	10,000	G20
	Itemized deductions	\$18,356	
	or Standard deductions	\$28,700	(\$28,700)
<b>TAXABLE INCOME</b>		<b>\$193,160</b>	
<b>TAX SUMMARY:</b>			
Federal Income Tax	\$32,469		
State Income Tax	12,391		
<b>TOTAL TAXES</b>		<b>\$44,861</b>	

Your combined federal & state marginal tax bracket is 30.75%

Your total taxes equal 20.22% of your Adjusted Gross Income, and 23.22% of your Taxable income.

\*Dividend and Capital Gains taxed marginally at 15.00%.

# Cash Flow

A15

John and Jane Smith 2025

	<b>Monthly Amount</b>	<b>Annual Amount</b>	<b>Percent of Income</b>	
<b>INCOME</b>				
Interest & Ordinary Dividends	\$1,250	\$15,000	6.28%	D3
Qualified Dividends	500	6,000	2.51%	H2
Capital Gains (Sch D)	1,333	16,000	6.70%	H2
IRA Distributions	10,867	130,405	54.64%	
Pension Income	1,932	23,184	9.71%	G9
Social Security	4,007	48,084	20.15%	
<b>Total income available</b>	<b>\$19,889</b>	<b>\$238,673</b>	<b>100.00%</b>	
<b>EXPENSES</b>				
Total Tax on Income	\$3,738	\$44,861	18.80%	D3
Residence Mortgage	932	11,184	4.69%	K1
Charitable Contributions	167	2,000	0.84%	D3
Property Taxes	667	8,000	3.35%	D3
Medical Expenses	1,500	18,000	7.54%	D3
All Other Expenses	6,362	76,350	31.99%	
<b>Total spending and savings</b>	<b>\$13,366</b>	<b>\$160,395</b>	<b>67.20%</b>	
<b>Cash flow surplus (Income less Spending)</b>	<b>\$6,523</b>	<b>\$78,278</b>		